FINANCIAL.

No. Fl. 4847—*B.* 37-09, *dated* 16*th March* 1911.

The Government of His Highness the Maharaja of Mysore are pleased to direct the alteration of Rule 10 of the Insurance Rules as follows:—

When an Insured Official ceases to be in the service of the Government before completing the age of 55 years, he may elect within 12 months either—

(1) to continue to pay the premium due on his policy till it matures or

(2) to surrender the policy receiving a surrender value of 60% of the premium paid by him without interest. If the insured person fails to communicate his election of either of the alternatives provided in the first paragraph of this Rule within the said 12 months, he shall be deemed to have discontinued to pay the premium due on the policy and the arrears of premiums so withheld shall be treated as a debt against his policy and deducted with compound interest at 4% per annum from the bonus payable to him. An insured official who has been dismissed from the service and ordered by Government to be included in the list of officials not eligible for re-entertainment in Government service, shall not be entitled to the first alternative provided in the first paragraph of this rule but shall receive only 60% of the total premium paid by him without interest.

No. Fl. 4907—*B.* 33-09-7, *dated* 18*th March* 1911.

The Government of His Highness the Maharaja have been pleased to sanction the formation of a Family Pension Fund as an adjunct to the State Life Insurance Scheme. A statement of the principles underlying the scheme together with the rules regarding the Fund are published hereunder for information of Government officials throughout the State.

The Fund will be started as soon as fifty officials have expressed their willingness to join. Persons desirous of joining the Fund or requiring further information should apply to the Secretary, Insurance Committee.

By Order,

J. S. CHAKRAVARTI,

Financial Secretary to Government.

ADDITION OF A FAMILY PENSION BRANCH TO THE MYSORE STATE LIFE INSURANCE FUND.

SECTION I.

Principles underlying the scheme and general outline.

1. The principles, on which the operations of this Branch will be based, are the same as those underlying the operations of other Family Pension Funds. All subscribers who join the Branch secure substantial family pensions in case they die leaving nominees dependent on them. The pension payable to the nominees may be in many cases much larger than the subscription paid by the subscriber, *e.g.*, if a subscriber aged 25 dies leaving a widow aged 18 after having paid subscription for say six months to the extent of a few rupees, the widow may enjoy a pension of Rs. 10 a month for 50 years or more, *i.e.*, as long as she may live. On the other hand if both the subscriber and the nominee live for a long time or if the nominee dies before the subscriber, the Fund has some advantage. (See however Rule 59.)

2. It will be seen that such an institution for the provision of family pension is one of mutual benefit. The subscribers in a body may be said to undertake the work of maintaining the family of those amongst them who may be so unfortunate as to die leaving helpless dependents. A subscriber whose nominee dies after he has paid subscription for some time may have some satisfaction in knowing that though the contingency for which he was making the payments has not come to pass and the provision has been made unnecessary in his case, his payments will help in maintaining widows and orphans in other cases where the breadwinner has died before the nominees.